COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT)	
FILING OF BURKESVILLE GAS)	CASE NO. 2009-00139
COMPANY, INC.)	

ORDER

On October 31, 2008, in Case No. 2008-00032,¹ the Commission approved rates for Burkesville Gas Company, Inc. ("Burkesville") and provided for their further adjustment on a quarterly basis in accordance with Burkeville's Gas Cost Adjustment ("GCA") clause.

On March 31, 2009, Burkesville filed its proposed GCA to be effective May 1, 2009.

After reviewing the evidence of record and being otherwise sufficiently advised, the Commission finds that:

- 1. Burkesville's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
 - 2. Burkesville's proposed expected gas cost ("EGC") is \$8.9677 per Mcf, which is a decrease of \$6.3131 per Mcf from the prior EGC of \$15.2808 per Mcf.
 - 3. Burkesville's notice sets out no Refund Adjustment.

¹ Case No. 2008-00032, Application of Burkesville Gas Company, Inc. for an Adjustment of Rates Pursuant to the Alternative Rate Filing Procedure for Small Utilities (Ky. PSC Oct. 31, 2008).

- 4. Burkesville's notice sets out a current Actual Adjustment ("AA") of (\$3.1016) per Mcf. Burkesville's total AA is (\$3.3343) per Mcf, which is a decrease of \$.8705 per Mcf from the previous total AA of (\$2.4638) per Mcf.
- 5. Burkesville's proposed GCA is \$5.6335 per Mcf. The addition of the \$8.9677 EGC and the (\$3.3343) total AA, however, actually produces a GCA of \$5.6334 per Mcf, which is \$7.1836 per Mcf less than the previous GCA of \$12.8170 per Mcf.
- 6. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for billing for service rendered by Burkesville on and after May 1, 2009.

IT IS THEREFORE ORDERED that:

- 1. Burkesville's proposed rates are hereby denied.
- 2. The rates in the Appendix, attached hereto and incorporated herein, are approved for billing for service rendered on and after May 1, 2009.
- 3. Within 20 days of the date of this Order, Burkesville shall file with the Commission its revised tariffs setting out the rates authorized herein.

ENTERED

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KENTUCKY PUBLIC SERVICE COMMISSION

By the Commission

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2009-00139 DATED APR 2 4 2009

The following rates and charges are prescribed for the customers served by Burkesville Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

RATES:

Customer Charge \$7.50

	Base Rate	Gas Cost Recovery <u>Rate</u>	<u>Total</u>
Residential	\$7.54	\$5.6334	\$13.1734
Industrial	\$7.19	\$5.6334	\$12.8234

Brenda Everette Burkesville Gas Company 119 Upper River St. P. O. Box 69 Burkesville, KY 42717